Federal Communications Commission 5 9 57 41 '05 445 12th St., S.W. Washington, D.C. 20554

DA 04-3518 November 4, 2004

ADDITIONAL U.S.-INTERNATIONAL ROUTES EXEMPTED FROM THE INTERNATIONAL SETTLEMENTS POLICY

IB Docket Nos. 02-324, 96-261

By the Chief, Policy Division, International Bureau:

The routes listed in Attachment A are hereby exempted from the International Settlements Policy (ISP) pursuant to the ISP Reform First Report and Order and sections 0.51 and 0.261 of the Commission's rules.¹

On March 30, 2004, the Commission released the *ISP Reform Order* that revised its policy and rules to remove the International Settlements Policy from benchmark-compliant routes. In the Order, the Commission identified ninety-six routes that clearly qualified for exemption from the ISP pursuant to the new rules.² The Commission also identified seventy-seven routes that were believed to be benchmark-compliant,³ but provided interested parties with the opportunity to comment on those routes.⁴ Commenters supported removing the ISP from the majority of routes.⁵

On August 31, 2004, after reviewing the comments and the settlement agreements on file at the Commission, the International Bureau issued a Public Notice lifting the ISP on twenty-six additional routes for which there were current benchmark rates on file pursuant to section 64.1001 the Commission's rules, and for which no party raised concerns. The International Bureau also attached a list of routes for which Commission records indicated the rates had expired or were the subject of concerns raised in the comments. Prior to exempting these

See International Settlements Policy Reform: International Settlement Rates, IB Docket Nos. 02-324 and 96-21, First Report and Order, FCC 04-53, (rel. March 30, 2004) (ISP Reform Order); 47 C.F.R. §§ 0.51, 0.261.

See ISP Reform Order at Appendix D.

See ISP Reform Order at Appendix E.

The ISP Reform Order became effective on May 28, 2004. On that date, the International Bureau issued a public notice setting the notice and comment dates for the list of routes believed to be benchmark-compliant. Several parties filed comments and replies.

Parties raised concerns on only two of the routes: the U.S.-Philippines route and the U.S.-Papua New Guinea route. In addition, VSNL filed comments arguing that the U.S.-India route was benchmark-compliant and should have been included in the list of routes that would be exempt from the ISP under the new rules.

See 47 C.F.R. § 64.1001.

remaining routes from the ISP, the Bureau required written assurance that carriers had negotiated benchmark-compliant rates as contemplated by the ISP Reform Order. In addition, because the U.S-India route had been omitted from the original list of benchmark-compliant routes, the International Bureau requested comment on whether the U.S.-India route qualified for exemption from the ISP. AT&T, MCI, Sprint and Wiltel each provided a list of routes for which they certified they had current benchmark-compliant rates in place.

The forty routes listed in Attachment A to this Public Notice qualify for exemption of the ISP under the Commission's *ISP Reform Order*. For these routes, at least one U.S. carrier has certified benchmark compliance and no concerns were raised regarding the routes during the comment cycle. Accordingly, the ISP will no longer apply on these routes. For the remaining routes, the ISP will remain in place until the International Bureau receives the appropriate filings pursuant to section 64.1001 of the Commission's rules, demonstrating benchmark compliance, as required by the *ISP Reform Order*. With respect to the U.S.-Philippines route, we will issue a separate order after we have had the opportunity to conduct a complete review of the issues and concerns raised during the comment period. A complete list of routes that now are exempt from the ISP is set forth in Attachment B.

Copies of this Notice, status reports, Order, and pleadings are available electronically on the Commission's web site at www.fcc.gov.

Our rules do not require carriers to file new rates as long as the ongoing rates are identical to the rate on file. See 47 C.F.R. § 64.1001. More specifically, our rules require a U.S. carrier to file new rates when that carrier agrees to rates with a foreign carrier with market power that are not identical to current rates on file. See also Report and Order.

See Letter from James J.R. Talbot, Senior Attorney, AT&T, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed September 24, 2004); Letter from David A. Nall, General Attorney, Sprint, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed September 28, 2004); Comments of MCI, IB Docket Nos. 02-324, 96-261 (filed September 29, 2004); Letter from Adam Kupetsky, Director of Regulatory and Regulatory Counsel, Wiltel, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed September 13, 2004); Letter from James J.R. Talbot, Senior Attorney, AT&T, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed October 4, 2004); Letter from Scott Shefferman, Director, International Affairs, MCI to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed October 5, 2004); Letter from David A. Nall, General Attorney, Sprint, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed October 5, 2004); from James J.R. Talbot, Senior Attorney, AT&T, to Marlene Dortch, Secretary, Federal Communications Commission, IB Docket Nos. 02-324, 96-261 (filed October 20, 2004).

See 47 C.F.R. § 64.1001, note C; ISP Reform Order, FCC 04-53 at para. 30.

We note that we also received late-filed comments from IDT regarding nineteen routes that were not the subject of the August 31, 2004 Public Notice. See "Initial Comments of IDT Corporation" (filed October 15, 2004). We hereby dismiss IDT's comments as untimely filed. The appropriate time to file comments on the standard for removing the ISP would have been during the 2004 ISP Reform Rulemaking Proceeding. See International Settlements Policy Reform: International Settlement Rates, IB Docket Nos. 02-324 and 96-21, First Report and Order, FCC 04-53 (rel. March 30, 2004) (Report and Order). Furthermore, the comment and reply cycle for the routes at issue in IDT's comments closed on July 13, 2004, with the exception of the U.S. India route. See Commission Announces Pleading Cycle For Comments And Replies In Proceeding On Routes Believed To Be Benchmark-Compliant, Public Notice, DA 04-1585 (rel. May 28, 2004). IDT nether requests permission nor provides any basis for acceptance of its late-filed comments at this stage of the process.

Petitions for reconsideration under Section 1.106 or applications for review under Section 1.115 of the Commission's rules may be filed within thirty days of this public notice (see Section 1.4(b)(2)).¹¹

For additional information, please contact Claudia Fox, Policy Division, International Bureau, (202) 418-1527, Kimberly Cook, Policy Division, International Bureau, (202) 418-7532, or James Ball, Chief, Policy Division, International Bureau, (202) 418-1460.

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¹¹ See 47 C.F.R. §§ 1.106, 1.115, 1.4(b)(2).

Attachment A

| Attachment A | | | | | | | | |
|--------------|------------------------------|------------------------------------|---|--|--|--|--|--|
| F | Additional ISP-Exempt Routes | | | | | | | |
| | No. | Country | | | | | | |
| | | | | | | | | |
| | 1 | Albania | | | | | | |
| | 2 | Anguilla | | | | | | |
| | 3 | Armenia | | | | | | |
| | 4 | Azerbaijan | | | | | | |
| | 5 | Bahamas | | | | | | |
| | 6 | Benin | | | | | | |
| | 7 | Burkina | | | | | | |
| | 8 | Cameroon | | | | | | |
| | 9 | Cape Verde | | | | | | |
| ļ | 10 | Cayman Islands | | | | | | |
| | 11 | Cote d'Ivoire | | | | | | |
| | 12 | Equatorial Guinea | | | | | | |
| | 13 | Eritrea (included in Ethiopia) | | | | | | |
| | 14 | Estonia | İ | | | | | |
| | 15 | Ethiopia | ĺ | | | | | |
| | 16 | French Polynesia | | | | | | |
| | 17 | Gabon | | | | | | |
| | 18 | Georgia | | | | | | |
| | 19 | Haiti | l | | | | | |
| | 20 | Honduras | | | | | | |
| | 21 | India | | | | | | |
| | 22 | Kazakhstan | 1 | | | | | |
| | 23 | Macedonia FDR (included in Serbia) | 1 | | | | | |
| | 24 | Malawi | ١ | | | | | |
| | 25 | Malta | ١ | | | | | |
| - | 26 | Mayotte | ١ | | | | | |
| - | 27 | Mexico | 1 | | | | | |
| - | 28 | Montserrat | 1 | | | | | |
| ļ | 29 | Namibia | | | | | | |
| Į | 30 | Pakistan | 1 | | | | | |
| Į | 31 | Reunion | | | | | | |
| | 32 | Senegal | | | | | | |
| | 33 | Serbia | | | | | | |
| 1 | 34 | Sudan | | | | | | |
| Ì | 35 | Tanzania | | | | | | |
| 1 | 36 | Tonga | | | | | | |
| | 37 | Turks and Caicos Islands | | | | | | |
| | 38 | Ukraine | | | | | | |
| 1 | 39 | Uzbekistan | | | | | | |
| - 1 | 40 | Virgin Islands, British | _ | | | | | |

Attachment B

| Complete List Of Routes Currently Exempt From the ISP | | | | | | | | |
|---|------------------------------------|----------|------------------------------------|--|--|--|--|--|
| No. | Country | No. | Country | | | | | |
| 1 | Albania | 82 | Kazakhstan | | | | | |
| 2 | Algeria | 83 | Korea, South | | | | | |
| 3 | Anguilla | 84 | Kuwait | | | | | |
| 4 | Armenia | 85 | Latvia | | | | | |
| 5 | Antigua and Barbuda | 86 | Lebanon | | | | | |
| 6 | Argentina | 87 | Liberia | | | | | |
| 7 | Aruba | 88 | Libya | | | | | |
| 8 | Australia | 89 | Liechtenstein | | | | | |
| 9 | Austria | 90 | Lithuania | | | | | |
| 10 | Azerbaijan | 91 | Luxembourg | | | | | |
| 11 | Bahamas | 92 | Macau | | | | | |
| 12 | Bahrain | 93 | Macedonia FDR (included in Serbia) | | | | | |
| 13 | Bangladesh | 94 | Malawi | | | | | |
| 14 | Barbados | 95 | Malaysia | | | | | |
| 15 | Belarus | 96 | Mali | | | | | |
| 16 | Belgium | 97 | Malta | | | | | |
| 17 | Belize | 98 | Mauritius | | | | | |
| 18 | Benin | 99 | Mayotte | | | | | |
| 19 | Bermuda | 100 | Mexico | | | | | |
| 20 | Bolivia | 101 | Moldova | | | | | |
| 21 | Bosnia and Herzegovina | 102 | Monaco (included in France) | | | | | |
| 22 | Botswana | 102 | Mongolia | | | | | |
| 23 | Brazil | 103 | Montserrat | | | | | |
| 24 | Brunei | 104 | Morocco | | | | | |
| 25 | Bulgaria | 105 | | | | | | |
| 26 | Burkina | 107 | Mozambique Namibia | | | | | |
| 20 27 | | 107 | | | | | | |
| 28 | Cameroon Canada | 108 | Nepal Netherlands | | | | | |
| | | l l | | | | | | |
| 29 | Cape Verde | 110 | Netherlands Antilles | | | | | |
| 30 | Cayman Islands | 111 | New Caledonia | | | | | |
| 31 | Chile | 112 | New Zealand | | | | | |
| 32 | China | 113 | Nicaragua | | | | | |
| 33 | Colombia | 114 | Nigeria | | | | | |
| 34 | Congo | 95 | Norway | | | | | |
| 35 | Costa Rica | 96 | Oman | | | | | |
| 36 | Cote d'Ivoire | 97 | Pakistan | | | | | |
| 37 | Croatia | 98 | Panama | | | | | |
| 38 | Cyprus | 99 | Paraguay | | | | | |
| 39 | Czech Republic | 100 | Peru | | | | | |
| 40 | Denmark | 101 | Poland | | | | | |
| 41 | Dominica | 102 | Portugal | | | | | |
| 42 | Dominican Republic | 103 | Qatar | | | | | |
| 43 | Ecuador | 104 | Reunion | | | | | |
| 44 | Egypt | 105 | Romania | | | | | |
| 45 | El Salvador | 106 | Russia | | | | | |
| 46 | Equatorial Guinea | 107 | Saint Kitts and Nevis | | | | | |
| 47 | Eritrea (included in Ethiopia) | 108 | Saint Lucia | | | | | |
| 48 | Estonia | 109 | Saint Vincent and the Grenadines | | | | | |
| 49 | Ethiopia | 110 | Saudi Arabia | | | | | |
| 50 | Faroe Islands (included in Denmark | 3) 111 | Senegal | | | | | |

| lo. | Country | No. | Country |
|-----|------------------------------------|-----|--------------------------|
| 51 | Fiji | 112 | Serbia |
| 52 | Finland | 113 | Singapore |
| 53 | France | 114 | Slovakia |
| 54 | French Guiana | 115 | Slovenia |
| 55 | French Overseas Dept. (Martinique) | 116 | South Africa |
| 56 | French Polynesia | 117 | Spain |
| 57 | Gabon | 118 | Sri Lanka |
| 58 | Gambia, The | 119 | Sudan |
| 59 | Georgia | 120 | Suriname |
| 60 | Germany | 121 | Swaziland |
| 61 | Ghana | 122 | Sweden |
| 62 | Greece | 123 | Switzerland |
| 63 | Grenada | 124 | Taiwan |
| 64 | Guadeloupe | 125 | Tanzania |
| 65 | Guatemala | 126 | Thailand |
| 66 | Guinea | 127 | Tonga |
| 67 | Guyana | 128 | Trinidad and Tobago |
| 68 | Haiti | 129 | Tunisia |
| 69 | Honduras | 130 | Turkey |
| 70 | Hong Kong | 131 | Turks and Caicos Islands |
| 71 | Hungary | 132 | Uganda |
| 72 | Iceland | 133 | Ukraine |
| 73 | India | 134 | United Arab Emirates |
| 74 | Indonesia | 135 | United Kingdom |
| 75 | Iran | 136 | Uruguay |
| 76 | Ireland | 137 | Uzbekistan |
| 77 | Israel | 138 | Venezuela |
| 78 | Italy | 139 | Virgin Islands, British |
| 79 | Jamaica | 140 | Yemen |
| 80 | Japan | 141 | Zambia |
| 81 | Jordan | 142 | Zimbabwe |